

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W

W-04081A
Winchester Water Company, L.L.C.
7616 N. La Cholla Blvd.
Tucson, AZ 85741

RECEIVED

APR 8 2008

AZ CORP COMM
Director Utilities

ANNUAL REPORT

FOR YEAR ENDING

12	31	2007
----	----	------

FOR COMMISSION USE

ANN 04	07
--------	----

PROCESSED BY:

4-8-08

SCANNED

COMPANY INFORMATION

Company Name (Business Name) <u>Winchester Water Company, LLC</u>			
Mailing Address <u>7608 N La Cholla Blvd</u>			
<u>Tucson</u>	<u>(Street)</u>	<u>AZ</u>	<u>85741</u>
<u>(City)</u>	<u>(State)</u>	<u>(Zip)</u>	
<u>(520) 575-0600</u>	<u>(520) 575-0607</u>		
<u>Telephone No. (Include Area Code)</u>	<u>Fax No. (Include Area Code)</u>	<u>Cell No. (Include Area Code)</u>	
Email Address _____			
Local Office Mailing Address _____			
	<u>(Street)</u>		
<u>(City)</u>	<u>(State)</u>	<u>(Zip)</u>	
<u>Local Office Telephone No. (Include Area Code)</u>	<u>Fax No. (Include Area Code)</u>	<u>Cell No. (Include Area Code)</u>	
Email Address _____			

MANAGEMENT INFORMATION

Management Contact: <u>Charles D Cardinal</u>		<u>Managing Partner</u>	
	<u>(Name)</u>		<u>(Title)</u>
<u>7608 N La Cholla Blvd</u>	<u>Tucson</u>	<u>AZ</u>	<u>85741</u>
<u>(Street)</u>	<u>(City)</u>	<u>(State)</u>	<u>(Zip)</u>
<u>(520) 575-0600</u>	<u>(520) 575-0607</u>		
<u>Telephone No. (Include Area Code)</u>	<u>Fax No. (Include Area Code)</u>	<u>Cell No. (Include Area Code)</u>	
Email Address _____			
On Site Manager: _____			
	<u>(Name)</u>		
<u>(Street)</u>	<u>(City)</u>	<u>(State)</u>	<u>(Zip)</u>
<u>Telephone No. (Include Area Code)</u>	<u>Fax No. (Include Area Code)</u>	<u>Cell No. (Include Area Code)</u>	
Email Address _____			

☒ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: Penny L Cardinal

(Name)

7608 N La Cholla Blvd

Tucson

AZ

85741

(Street)

(City)

(State)

(Zip)

(520) 575-0600

(520) 575-0607

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Attorney: George J Fuelner

(Name)

262 N Main Street

Tucson

AZ

85701

(Street)

(City)

(State)

(Zip)

(520) 622-4866

(520) 624-7034

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address

☒ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☐ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☒ Limited Liability Company

☐ Other (Describe) _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☒ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	5884.	-	5884.
304	Structures and Improvements	8321.	1281.	7040.
307	Wells and Springs	83835.	12102.	71733.
311	Pumping Equipment	42420.	13382.	29038.
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	400 49.	4850.	35199.
331	Transmission and Distribution Mains	10300.	6350.	3950.
333	Services	14200.	4535.	9665.
334	Meters and Meter Installations	5820.	2932.	2888.
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347 309	Flowhead Meters Miscellaneous Equipment	577.	(628.)	1205.
348	Other Tangible Plant	2115.	2115.	
	TOTALS	213521.	46919.	166602.

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

Winchester Water Company, LLC

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	5884.	n/a	0.
304	Structures and Improvements	8321.	3.33	277.
307	Wells and Springs	83835.	3.33	2792.
311	Pumping Equipment	42420	12.5	5303.
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	40049.	2.22 & 5%	1085.
331	Transmission and Distribution Mains	10300.	2.0	85.
333	Services	14200.	3.33	473.
334	Meters and Meter Installations	5820.	8.33	427.
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347 309	Miscellaneous Equipment ^{Flowhead Meters}	577.	2.0	12.
348	Other Tangible Plant	2115.	fully deprec.	0.
	TOTALS	213521.		10454.

This amount goes on the Comparative Statement of Income and Expense _____
 Acct. No. 403.

BALANCE SHEET

Acct No.		BALANCE AT BEGINNING OF YEAR ***	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 1926.	\$ 1010.
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	3084.	3272.
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets	339.	350.
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 5349.	\$ 4632.
	FIXED ASSETS		
101	Utility Plant in Service	\$ 212450.	\$ 213521.
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation -- Utility Plant	(36465.)	(46919.)
121	Non-Utility Property		
122	Accumulated Depreciation -- Non Utility		
	TOTAL FIXED ASSETS	\$ 175985.	\$ 166602.
	TOTAL ASSETS	\$ 181334.	\$ 171234.

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

***NOTE: Prior Year's figures are adjusted to conform to the Arizona Corporation Commission's January 15, 2008 staff report generated as a result of a rate increase request filed August 7, 2007.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR ***	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable	\$	\$ 981.
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	127.	128.
236	Accrued Taxes	548.	519.
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 675.	\$ 1628.
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$	\$
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	20794.	18630.
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 20794.	\$ 18630.
	TOTAL LIABILITIES	\$ 21469.	\$ 20258.
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	(29039.)	(37928.)
218	Proprietary Capital (Sole Props and Partnerships)	188904.	188904.
	TOTAL CAPITAL	\$ 159865.	\$ 150976.
	TOTAL LIABILITIES AND CAPITAL	\$ 181334.	\$ 171234.

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR ***	CURRENT YEAR
461	Metered Water Revenue	\$ 35754.	\$ 36975.
460	Unmetered Water Revenue		
474	Other Water Revenues	607.	589.
	TOTAL REVENUES	\$ 36361.	\$ 37564.
	OPERATING EXPENSES		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	8271.	9699.
618	Chemicals		
620	Repairs and Maintenance	1471.	2232.
621	Office Supplies and Expense	691.	957.
630	Outside Services	4867.	20012.
635	Water Testing	1574.	1529.
641	Rents	200.	
650	Transportation Expenses	188.	12.
657	Insurance – General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	231.	407.
403	Depreciation Expense	10446.	10454.
408	Taxes Other Than Income		
408.11	Property Taxes	1507.	1725.
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 29446.	\$ 47027.
	OPERATING INCOME/(LOSS)	\$ 6915.	\$ (9463.)
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income	401.	224.
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	\$ 401.	\$ 224.
	NET INCOME/(LOSS)	\$ 7316.	\$ (9239.)

***NOTE: Prior Year's figures are adjusted to conform to the Arizona Corporation Commission's January 15, 2008 staff report generated as a result of a rate increase request filed August 7, 2007.

COMPANY NAME	Winchester Water Company, LLC
---------------------	-------------------------------

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	none			
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End \$ _____

Meter Deposits Refunded During the Test Year \$ _____

COMPANY NAME	Winchester Water Company, LLC		
Name of System:	Winchester Water	ADEQ Public Water System Number:	02110

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-540012	10 HP	135	300'	8"		1993
55-202781	20 HP	191	650'	8"		2004

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
none		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
5	2	n/a	n/a
5	2		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
5000 gallons	1	2000 gallons	2
11400 gallons	1		
20000 gallons	1		

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME	Winchester Water Company, LLC		
Name of System:	Winchester Water	ADEQ Public Water System Number:	02110

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	Plastic	2900
3	Plastic	1800
4	Plastic	8700
5		
6	Plastic	775
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	133
3/4	
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

STRUCTURES:

Well site fencing 60' x 70' done in 1995.

2nd Well site fencing started in 2005.

OTHER:

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: Winchester Water Company, LLC		
Name of System: Winchester Water	ADEQ Public Water System Number: 02110	

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2007

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	131	1572	1600	
FEBRUARY	131	1462	1490	
MARCH	131	1523	1545	
APRIL	131	1550	1575	
MAY	131	1907	1940	
JUNE	132	2104	2135	
JULY	131	2184	2210	
AUGUST	132	2122	2160	
SEPTEMBER	132	2040	2080	
OCTOBER	132	1587	1620	
NOVEMBER	130	1094	1114	
DECEMBER	130	1230	1255	
TOTALS →		20375	20724	0

What is the level of arsenic for each well on your system? _____ mg/l

(If more than one well, please list each separately.)

Well 1 (55-540012) .0015 mg/l

Well 2 (55-202781) .0020 mg/l

If system has fire hydrants, what is the fire flow requirement? _____ GPM for _____ hrs

n/a

If system has chlorination treatment, does this treatment system chlorinate continuously?

☐ Yes

☐ No

n/a

Is the Water Utility located in an ADWR Active Management Area (AMA)?

☐ Yes

☒ No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

☐ Yes

☒ No

If yes, provide the GPCPD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME Winchester Water Company, LLC

YEAR ENDING 12/31/2007

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2007 was: \$ 1725.11

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year. Attached

If no property taxes paid, explain why. _____

07 201-07-235-5 ETC

WINCHESTER WATER CO. LLC

7616 N. LA CHOLLA
TUCSON, AZ 85741

1994

DATE October 26, 2007 91-170/1221 AZ 7071

PAY
TO THE
ORDER OF

Marsha Bonham, Cochise County Treasurer

\$ 208.24

Two Hundred Eight Dollars & 24/100

DOLLARS

Bank of America



ACH R/T 122101706

FOR

[Signature]

⑈001994⑈ ⑆122101706⑆ 000028012257⑈

⑈0000020824⑈

FOR DEPOSIT ONLY
MARSHA BONHAM
TAX COLLECTOR - COCHISE

26337304 100000
PAY TO THE ORDER OF
019 BANK OF AMERICA
110807

DO NOT WRITE, STAMP OR SIGN BELOW THIS LINE
RESERVED FOR FINANCIAL INSTITUTION USE

6017 43664

NOV - 8 07

JP MORGAN CHASE BANK, NA
FORT WORTH, TX 76102
11/08/07 09:49:44 AM
⑈0000020824⑈

IMPORTANT:
The back of this document has been
printed with a patented security
process in order to deter check fraud.
On the back:
• You will clearly see the words
"The security is in the back."
• The word "VOID" at a 45° angle
of this document.
• Serial number of check appears in
the bottom right corner.

WINCHESTER WATER CO. LLC

7616 N. LA CHOLLA
TUCSON, AZ 85741

1950

DATE

May 10, 2007

91-170/1221 AZ
7071

PAY
TO THE
ORDER OF

Marsha Bonham, Cochise County Treasurer

\$ 15.35

Fifteen Dollars and 35/100

DOLLARS

Bank of America



ACH R/T 122101706

Roll #

FOR

00-63336 Parcel 201-07-245

[Signature]

MP

0001950

000122101706

000028012257

00000001535

DO NOT WRITE, STAMP OR SIGN BELOW THIS LINE
RESERVED FOR FINANCIAL INSTITUTION USE
FOR DEPOSIT
PAY TO THE ORDER OF
BANK OF AMERICA
TUCSON, ARIZONA
TUCSON, ARIZONA

0014 003822

WINCHESTER WATER CO. LLC
TUCSON, ARIZONA
MAY 14 07 11
P12 13 15 16 17 18 19 20 21 22 23 24 25 26 27 28 29 30 31 32 33 34 35 36 37 38 39 40 41 42 43 44 45 46 47 48 49 50 51 52 53 54 55 56 57 58 59 60 61 62 63 64 65 66 67 68 69 70 71 72 73 74 75 76 77 78 79 80 81 82 83 84 85 86 87 88 89 90 91 92 93 94 95 96 97 98 99 00

IMPORTANT:
The back of this document has been
printed with a patented security
pattern. In order to deter check fraud,
the word "VOID" appears to the right
of this message.
Colored stains or spots appear in
this area.
U.S. Patent No. 6,310,158

**VERIFICATION
AND
SWORN STATEMENT**
Taxes

RECEIVED

APR 07 2008

ARIZONA CORPORATION COMMISSION
Director Utilities

VERIFICATION

STATE OF Arizona
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	Pima
NAME (OWNER OR OFFICIAL) TITLE	Charles D Cardinal Managing Partner
COMPANY NAME	Winchester Water Company, LLC

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

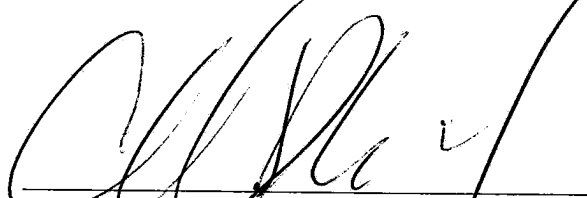
MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

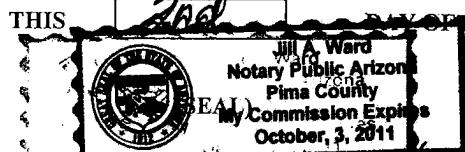


SIGNATURE OF OWNER OR OFFICIAL
(520) 575-0600

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF



MY COMMISSION EXPIRES

10/3/2011

COUNTY NAME	Pima
MONTH	April
	2008



SIGNATURE OF NOTARY PUBLIC

COMPANY NAME Winchester Water Company, LLC

YEAR ENDING 12/31/2007

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported	<u>0</u>
Estimated or Actual Federal Tax Liability	<u>0</u>

State Taxable Income Reported	<u>0</u>
Estimated or Actual State Tax Liability	<u>0</u>

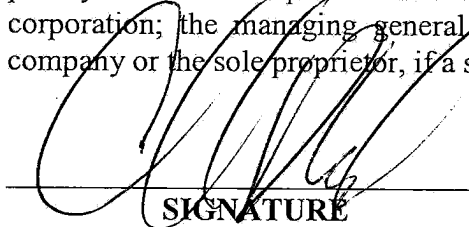
Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	<u>0</u>
Amount of Gross-Up Tax Collected	<u>0</u>
Total Grossed-Up Contributions/Advances	<u>0</u>

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.



SIGNATUREApril 2, 2008**DATE**Charles D Cardinal**PRINTED NAME**Managing Partner**TITLE**

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED
APR 11 2008
#2 CORP COMM
Director Utilities

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>Pima</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Charles D Cardinal Managing Partner</u>
COMPANY NAME	<u>Winchester Water Company, LLC</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2007</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

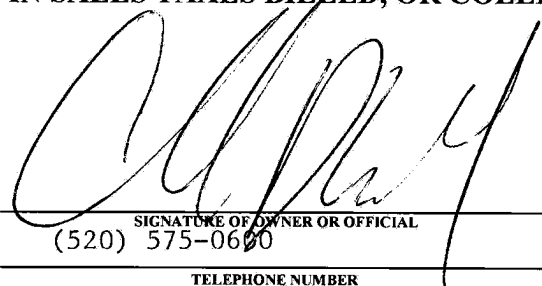
SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2007 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)
\$ <u>39970.</u>

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 2406.
IN SALES TAXES BILLED, OR COLLECTED)

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**



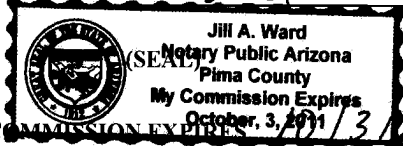
SIGNATURE OF OWNER OR OFFICIAL
(520) 575-0600

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 2nd DAY OF



MY COMMISSION EXPIRES 10/3/2011

COUNTY NAME	<u>Pima</u>
MONTH	<u>April</u>
	<u>2008</u>



SIGNATURE OF NOTARY PUBLIC

Winchester Water Company, LLC

**	Revenue Reported on Verification & Sworn Statement	
	Intrastate Revenues only page	\$39,970.00
	Less Sales Taxes collected	(\$2,406.00)
	Total Operating Revenues	<u><u>\$37,564.00</u></u>

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
Intrastate Revenues Only**

RECEIVED

APR 07 2008

AZ CORP COMM
Director Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) Pima	
NAME (OWNER OR OFFICIAL) Charles D Cardinal	TITLE Managing Partner
COMPANY NAME Winchester Water Company LLC	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

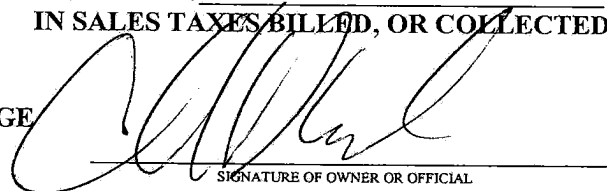
IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2007 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 39970.

THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 2406.
IN SALES TAXES BILLED, OR COLLECTED)

***RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.**


SIGNATURE OF OWNER OR OFFICIAL

(520) 575-0600

TELEPHONE NUMBER

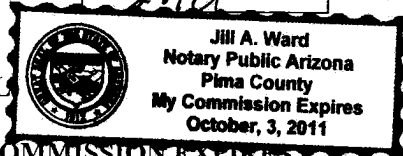
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 2nd **DAY OF**

(SEAL)

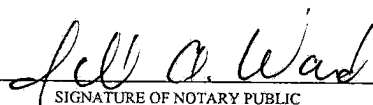
MY COMMISSION EXPIRES



10/3/2011

NOTARY PUBLIC NAME Jill A. Ward	
COUNTY NAME Pima	
MONTH April	2008

X


SIGNATURE OF NOTARY PUBLIC